

**Webb County, Texas**  
Computation of Legal Debt Margin  
September 30, 2004

Webb County is authorized, under Article 3, Section 52, of the Texas Constitution , to issue bonds payable from ad valorem taxes for the construction and maintenance of roads. There is no constitutional or statutory limit as to the rate of bonds issued pursuant to such constitutional provision. However, there is a 25% limitation of the assessed valuation of real property in the County as to the amount of bonds which may be issued.

Assessed Valuation of Real Property	\$ 7,943,908,823
Assessed Valuation of All Taxable Property	7,659,229,310
Debt Limit, 25% of Real Property Assessed Valuation	1,985,977,206

Amount of Debt Applicable to Constitutional Debt Limit:

Total Bonded Debt Applicable	68,460,620	
Less Debt Service Fund Cash	<u>238,892</u>	68,221,728

Legal Debt Margin, Under Article 3, Section 52, of the Texas Constitution	\$ <u><u>1,917,755,478</u></u>
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Bonds Issued Under Texas General Laws

Debt Limit, 5% of Assessed Valuation of All Taxable Property	\$ 382,961,466
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Amount of Debt Applicable to Constitutional Debt Limit:

Total Debt - Certificates of Obligation	68,460,620	
Less Debt Service Fund Cash	<u>238,892</u>	68,221,728

Legal Debt Margin, Under Texas General Laws	\$ <u><u>314,739,738</u></u>
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